



ACQUISITION,
TECHNOLOGY
AND LOGISTICS

OFFICE OF THE UNDER SECRETARY OF DEFENSE

3000 DEFENSE PENTAGON
WASHINGTON, DC 20301-3000

The Honorable Duncan Hunter
Chairman
Committee on Armed Services
U.S. House of Representatives
Washington, DC 20515-0552

JUL 08 2003

Dear Mr. Chairman:

As requested in the Report of the Committee of Conference accompanying the Military Construction Appropriations Act, 1999 (House Report 105-647), enclosed provides an update on planned family housing privatization projects. The report outlines the status of the Department's housing privatization efforts as of March 31, 2003. As detailed in the report, the Services have awarded 21 projects, have 38 projects either in solicitation or are pending solicitation, and have 22 projects in the planning stage. This quarterly report includes two new projects at Fort Monmouth, New Jersey and in support of the Navy Northeast Region. In addition, as requested in the Report of the Committee of Conference accompanying the Military Construction Appropriations Act, 2001 (House Report 106-710), this report also provides information on the funds expended by each Service on contractor support as of March 31, 2003. This information is listed by project. Contractor costs not related to specific projects are reported by Service.

A similar letter is being provided to the other congressional defense committees and subcommittees.

Sincerely,

Philip W. Grone

Principal Assistant Deputy Under Secretary of Defense
(Installations and Environment)

Enclosure:
As stated

cc:
The Honorable Ike Skelton
Ranking Member



**Military Housing Privatization Initiative
Housing Privatization Report to Congress
April 2003 Quarterly Report (data as of 3-31-02)**

ARMY FAMILY HOUSING PRIVATIZATION					
Installation	Scope	Notify Congress Solicitation	Notify Congress Selection	Deal Closing/Contract Award	Consultant Costs as of 3/31/03 (\$M)
Ft Carson, CO	2,663	Sep-96	Sep-99	Sep-99	\$3.41
Ft Hood, TX	5,912	Dec-98	**Jan-00	**Apr-01	\$3.12
Ft Lewis, WA	3,982	Nov-99	**Jul-00	***Oct-01	\$2.61
Ft Meade, MD	3,170	Mar-00	**Aug-00	***Dec-01	\$2.61
Ft Bragg, NC****	5,578	Jul-01	**Mar-02	***Mar-03	\$1.51
Ft Campbell, KY****	4,807	Jul-01	**May-02	***Jul-03	\$1.20
Ft Stewart/Hunter, GA****	3,703	Jul-01	**Oct-02	***Aug-03	\$0.84
Ft. Polk, LA (1)****	3,641	Jul-01	**Feb-03	***Dec-03	\$0.30
Presidio of Monterey/NPS Monterey, CA (1)(2)****	2,268	Sep-01	**Apr-02	***Jun-03	\$1.05
Ft. Irwin, CA * (1)****	2,622	Sep-01	**Jul-02	***Aug-03	\$0.96
Moffett Federal Airfield, CA * (1)****	316	Sep-01	**Jul-02	***Aug-03	\$0.00
Camp Parks, CA * (1)****	114	Sep-01	**Jul-02	***Aug-03	\$0.00
Walter Reed Medical Center, DC * (1)****	221	Nov-01	**Feb-03	***Mar-04	\$0.15
Ft. Detrick, MD * (1)***	173	Nov-01	**May-03	***Mar-04	\$0.15
Ft. Belvoir, VA (1)****	3,068	Nov-01	**Jul-02	***Sep-03	\$1.05
Ft. Eustis/Story/Monroe (1)****	1,193	Nov-01	**Nov-02	***Sep-03	\$0.60
Ft. Hamilton, NY (1)****	228	Nov-01	**Apr-03	***Dec-03	\$0.77
Ft. Shafter/Schofield Barracks, HI (1)	7,364	Aug-02	**Jun-03	***May-04	\$0.30
Ft. Leonard Wood, MO (1)	2,472	Jan-03	**Sep-03	***Jul-04	\$0.33
Ft. Sam Houston, TX (1)	926	Jan-03	**Dec-03	***Nov-04	\$0.33
Ft. Bliss, TX (1)	2,776	Jan-03	**Mar-04	***Feb-05	\$0.33
Picatinny Arsenal, NJ * (1)	116	Apr-03	**Feb-04	***Jan-05	\$0.15
Ft. Drum, NY (1)	2,272	Apr-03	**Nov-03	***Oct-04	\$0.33
Carlisle Barracks, PA * (1)	316	Apr-03	**Feb-04	***Jan-05	\$0.00
Fort Monmouth, NJ * (1)	623	Apr-03	**Feb-04	***Jan-05	\$0.00
Redstone Arsenal, AL (1)	503	Mar-04	**Jun-05	***Jun-06	\$0.15
Subject to OSD Approval					
Ft. Benning, GA (1)	4,055	Jan-04	**Oct-04	***Sep-05	\$0.00
Ft. Rucker, AL (1)	1,516	Jan-04	**Jan-05	***Dec-05	\$0.00
Ft. Gordon, GA (1)	872	Jan-04	**Apr-05	***Apr-06	\$0.00
Ft. Knox, KY	3,380	Mar-04	**Nov-04	***Nov-05	\$0.00
Ft. Leavenworth, KS	1,580	Mar-04	**Mar-05	***Feb-06	\$0.00
Other Consultant Program Costs (Army):					\$11.77
Total:					\$34.02
AIR FORCE FAMILY HOUSING PRIVATIZATION					
Installation	Scope	Notify Congress Solicitation	Notify Congress Selection	Deal Closing/Contract Award	Consultant Costs as of 3/31/03 (\$M)
Lackland AFB, TX	420	Sep-96	May-98	Aug-98	\$1.78
Robins AFB, GA	670	Oct-98	Jun-00	Sep-00	\$2.00
Dyess AFB, TX	402	Jun-99	Aug-00	Sep-00	\$0.76
Elmendorf AFB, AK	828	Jan-00	Aug-00	Mar-01	\$1.88
Wright-Patterson AFB, OH	1,536	Feb-01	May-02	Aug-02	\$1.03
Kirtland AFB, NM (awarded 4-30-03)	1,078	Aug-00	Dec-02	Apr-03	\$1.09
Patrick AFB, FL	552	Mar-01	Feb-03	May-03	\$1.18
Hickam AFB, HI	1,356	Mar-02	Jul-03	Oct-03	\$0.91
Little Rock AFB, AR	1,535	Apr-02	Sep-03	Dec-03	\$0.68
Moody AFB, GA	606	Nov-02	Dec-03	Mar-04	\$0.62
Hill AFB, UT	1,141	Jul-03	Feb-04	Jul-04	\$0.42
Altus AFB, OK	921	May-03	Jan-05	Mar-05	\$0.30
Cannon AFB, NM	1,246	May-03	Mar-04	May-04	\$0.64
Buckley AFB, CO	332	Jun-03	Jan-04	Mar-04	\$0.59
Beale AFB, CA	1,344	Jun-03	Jan-04	Apr-04	\$0.60
Offutt AFB, NE	2,255	May-03	Jan-04	Apr-04	\$0.73
Hanscom AFB, MA	850	Jul-03	Apr-04	Mar-04	\$0.61
Elmendorf AFB, AK (Phase II)	624	Nov-03	Jul-04	Oct-04	\$0.30
Dover AFB, DE	450	Dec-03	Oct-04	Dec-04	\$0.30

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AIR FORCE FAMILY HOUSING PRIVATIZATION

Installation	Scope	Notify Congress Solicitation	Notify Congress Selection	Deal Closing/Contract Award	Consultant Costs as of 3/31/03 (\$M)
Subject to OSD Approval					
Shaw AFB, SC	1,447	Jun-03	Dec-03	Mar-04	\$0.76
Lackland AFB (II), TX	914	Jul-03	Jan-04	Feb-04	\$0.76
Nellis AFB, NV	1,433	Jul-03	May-04	Aug-04	\$0.61
Maxwell AFB, AL	626	Jul-03	Feb-04	Apr-04	\$0.75
F.E. Warren AFB, WY	265	Aug-03	May-04	Jun-04	\$0.41
Langley AFB, VA	1,268	Sep-03	Jun-04	Sep-04	\$0.69
Barksdale, AFB, LA	432	Sep-03	Jun-04	Sep-04	\$0.19
Eglin/Hurlburt AFB, FL	2,739	Feb-04	Nov-04	Feb-05	\$0.30
McGuire AFB/Ft Dix, NJ	2,415	Apr-04	Feb-05	May-05	\$0.66
Luke AFB, AZ	874	Jun-04	Jan-05	Apr-05	\$0.20
Sheppard AFB, TX	1,288	Jun-04	Jan-05	Apr-05	\$0.20
Tinker AFB, OK	935	Jun-04	Jan-05	Apr-05	\$0.25
McChord AFB, WA	950	Jun-04	Jan-05	Apr-05	\$0.00
Other Consultant Program Costs (Air Force):					\$2.00
Total:					\$24.20

NAVY FAMILY HOUSING PRIVATIZATION

Installation	Scope	Notify Congress Solicitation	Notify Congress Selection	Deal Closing/Contract Award	Consultant Costs as of 3/31/03 (\$M)
NAS Corpus Christi/NAS Kingsville, TX	404		May-96	Jul-96	\$0.21
NS Everett, WA	185		Oct-96	Mar-97	\$0.26
NS Everett II, WA	288	Oct-98	Oct-00	Dec-00	\$0.55
NAS Kingsville, TX	150	Oct-98	Sep-00	Nov-00	\$0.18
NC San Diego, CA (Phase 1)	3,248	Nov-98	Apr-01	Aug-01	\$0.79
NC South Texas, TX	661	Nov-98	Oct-01	Feb-02	\$0.78
NC New Orleans, LA	935	Dec-98	Jul-01	Oct-01	\$0.77
NC San Diego, CA (Phase 2)(awarded 5-1-03)	3,217	Aug-02	Mar-03	Apr-03	\$0.15
Hawaii Regional, HI (Phase 1)	1,948	Dec-02	Jan-04	Mar-04	\$0.20
Subject to OSD Approval					
NorthWest Region I	1,664	Jul-03	Jun-04	Sep-04	\$0.02
NSA Mid-South, Millington, TN	715	Sep-03	Jun-04	Aug-04	\$0.06
Northeast Region (NY,NJ,NH,CT,RI,ME)	4,210	Jun-03	Aug-04	Sep-04	\$0.00
NWS Charleston, SC	1,985	Sep-03	Oct-04	Dec-04	\$0.01
Subtotal Navy					\$3.98

MARINE CORPS FAMILY HOUSING PRIVATIZATION

Installation	Scope	Notify Congress Solicitation	Notify Congress Selection	Deal Closing/Contract Award	Consultant Costs as of 3/31/02 (\$M)
MCB Camp Pendleton, CA (Phase 1)	712	Oct-98	Sep-00	Nov-00	\$1.02
MCAS Beaufort/MCD Parris Is., SC (3)	1,718	May-01	Dec-02	Mar-03	\$0.88
Stewart Army Subpost, NY	171	Feb-00	Apr-03	Aug-03	\$0.72
MCB Cp Pendleton, CA (Phase 2)/Quantico	4,601	Aug-02	Jul-03	Sep-03	\$0.32
Subject to OSD Approval					
MCAS Yuma, AZ	821	Sep-03	Aug-04	Sep-04	\$0.01
Subtotal USMC					\$2.94
Other Consultant Program Costs (Navy and Marine Corps) (2):					\$7.44
Total					\$14.36

Total: \$72.58

* Denotes Army projects that are a part of a combined project.

** 45 Day Congressional notification of intent to award Community Development and Management Plan (CDMP) (see footnote ****).

****45-day Congressional notification of intent to execute CDMP.

(****) Denotes Army has awarded the development of the Community Development Management Plan (CDMP) to a selected offeror (developer).

The CDMP is the Master Plan/Scope for a housing privatization project. Execution of the CDMP is generally 6 months later, and final transfer of operations to a developer generally occurs 3 months after CDMP Execution/award date.

Project includes 62 bachelor housing units.

(1) Existing Inventory or projected scope.

(2) Army Presidio of Monterey project includes 593 Navy family housing units at Naval Post Grad School Monterey.

(3) MCAS Beaufort/MCD Parris Island, SC includes 53 Navy units.

Bold lettering denotes an awarded MHPI project.

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